By G. Edens

HB. No. 2288

A BILL TO BE ENTITLED

1	AN ACT
2	relating to jurisdiction over underground water in critical areas
3	and addition of territory to and adoption and collection of fees by
4	underground water conservation districts.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Section 52.0611, Water Code, is amended to read
7	as follows:
8	Sec. 52.0611. ASSUMPTION OF JURISDICTION ON FAILURE TO
9	CREATE DISTRICT. (a) If the voters in a critical area fail to
10	approve the creation of a district, the commission by order may
11	assume jurisdiction over the regulation of underground water within
12	the boundaries of the critical area.
13	(b) In addition to any other authority, the commission may
14	exercise the authority granted to a district created under this
15	chapter to administer the critical area.
16	(c) The commission may issue permits for water wells within
17	a critical area and may charge fees. The revenue from fees charged
18	in the critical area shall be applied to the cost to the commission
19	of administering the regulatory program under this section in the
20	critical area.
21	(d) Any rules that the commission adopts pursuant to this
22	section shall be adopted in accordance with the Administrative
23	Procedure and Texas Register Act (Article 6252-13a, Vernon's Texas
24	Civil Statutes). The rules may apply within any part of the

- territory of a city, county, district, authority, or other 1
- political subdivision of the state that is located within the 2
- 3 critical area.
- (e) Except as specifically required by Subsection (f) of 4
- this section, the commission may relinquish jurisdiction over the 5
- critical area at any time. 6
- (f) On or after the first anniversary of the date on which 7
- the commission assumes jurisdiction over a critical area, a 8
- majority or 50 or more of the voters in the critical area, 9
- whichever number is less, may petition the commission to appoint 10
- temporary directors to call another election in the critical area 11
- to approve the creation of a district. If the commission 12
- determines that the creation of the district will benefit the 13
- shall issue an order directing that an election for the district be

critical area, the commission shall appoint temporary directors and

- held. If the commission receives a petition to create a district
- in a critical area under this subsection, the commission must 17
- retain jurisdiction over underground water in the critical area at 18
- least until the election is held and the results declared. [STATE 19
- ASSISTANCE -- A-eity -- county -- or district created under Article III -20
- Section-52(b)(1)-and-(2),-or-Article-XVI,-Section-59,-of-the--Texas 21
- Constitution -- that -- is -- located in an area delineated as a critical 22
- area-under-this-chapter-and-in-which-the-qualified-voters--fail--to 23
- approve--the--creation-of-a-district-is-not-eligible-to-receive-any 24
- financial-assistance-from-the-state-under-Chapter-15,-16,-or-17--of 25
- 26 this-code-]

14

15

16

Water Code, is amended by adding SECTION 2. Chapter 52, 27

- 1 Section 52.0241 to read as follows:
- Sec. 52.0241. ADDING TERRITORY TO AN EXISTING DISTRICT. (a)
- 3 If territory in a management area is located outside of and
- 4 adjacent to an existing district, the executive director or any
- 5 person who resides in the territory or owns land in the territory
- 6 may petition the commission to order an election to determine
- whether the territory should be added to an existing district
- 8 designated by the commission. Also, the commission may institute
- 9 proceedings on its own motion to order this election.
- 10 (b) A petition shall include a description of the boundaries
- of the territory to be added to the existing district and any other
- 12 information the commission requires. A bond or deposit in an
- amount sufficient to pay the costs of an election held under this
- section shall accompany this petition, and the commission may
- require an additional bond or deposit.
- (c) Before the commission orders an election to be held, the
- commission must submit a copy of the petition, if any, to the board
- of the district to which the territory is proposed to be added.
- Not later than the 60th day after the date on which the board
- 20 receives the petition, the board shall vote on whether or not to
- 21 accept the additional territory as part of the district. The
- governing board shall give notice to the commission of its decision
- 23 in writing not later than the 10th day after the date on which the
- 24 board votes on the addition of the territory. The copy of the
- 25 petition and the notice required to be provided by this subsection
- 26 must be sent by certified or registered mail return receipt
- 27 requested.

1	(d) If the board votes to accept the territory, the	he
2	commission shall order an election in the territory to determine i	<u>if</u>
3	the territory should be added to the district and to authorize the	<u>he</u>
4	territory to assume a proportionate share of the district	<u>'</u> s
5	outstanding indebtedness. If the board votes not to accept the	he
6	territory as part of the district, the commission may not order a	<u>an</u>

8 (e) Before ordering an election to be called, the commission
9 must find that:

election and the territory may not be added to the district.

- (1) the property in the territory and the property in the existing district will benefit from the addition of the territory to the district;
- (2) there is a public need to add the territory to the district; and
- (3) addition of the territory to the district will
 further the public welfare.
- (f) In the election order, the commission shall include a delineation of the boundaries of the territory and designate the district to which the territory is to be added.
- 20 (g) The commission shall submit a copy of its order to the
 21 district's board. Not later than the 10th day after the date the
 22 district receives the copy of the commission's order, the board
 23 shall call an election in the territory. Except as specifically
 24 provided by this section, the election shall be called and held as
 25 provided by the Election Code.
- 26 (h) The board shall give notice of the election by
 27 publishing notice at least one time in one or more newspapers with

- general circulation in the territory. The notice must be published
- 2 before the 30th day preceding the date set for the election.
- 3 (i) The ballots for the election shall be printed to provide
- 4 for voting for or against: "The inclusion of (briefly describe the
- 5 territory to be added to the district) in the _____ District and
- 6 assumption by the territory of a proportional share of the
- 7 outstanding indebtedness of the district."
- 8 (j) After the election, the presiding judge of each polling
- 9 place shall deliver the returns of the election to the board and
- the board shall canvass the results. If a majority of the voters
- in the territory voting in the election vote to add the territory
- to the district, the board shall declare the territory added to the
- 13 district. If a majority of the voters in the territory voting in
- the election vote against adding the territory to the district, the
- 15 board shall declare that the territory is not added to the
- 16 district. The board shall file a copy of the election results with
- the commission.

- 18 (k) If the voters approve adding the territory to the
- 19 district, the costs of the election shall be paid by the district
- 20 as expanded. On written request of a person presenting a petition
- 21 under Subsection (a) of this section, the commission shall order
- 22 the bond or deposit submitted with the petition to be returned to
- the petitioner.
- (1) If the territory is not added to the district, the cost
- of the election shall be paid as follows:
- 26 (1) if a bond or deposit is submitted, the commission
- 27 shall use the proceeds of the bond or deposit to pay the election

- costs on petition of the district for payment; or
- 2 (2) if the executive director or commission initiated

- 3 the election procedure, the commission shall pay the cost of the
- 4 election.

- 5 (m) If a district petitions under Subsection (1)(1) of this
- 6 section for use of the bond or deposit to pay for the election, the
- 7 board shall include with the petition a sworn account of the costs
- 8 of the election and the commission shall order that those costs be
- 9 paid from the proceeds of the bond or deposit. The commission may
- order either that the expenses be paid to the persons to whom they
- 11 are owed or that the district be reimbursed. If the costs exceed
- the amount of the bond or deposit, the commission shall pay the
- excess costs. Any proceeds from the bond or deposit that remain
- after payment of all expenses shall be returned to the petitioner.
- (n) If territory is added to an existing district, the board
- shall provide for reasonable representation of the territory on the
- 17 board that is compatible with the district's existing scheme of
- 18 representation.
- (o) If a proposition to add territory to a district fails,
- 20 another election may not be held before the first anniversary of
- 21 the date on which the election at which the proposition failed was
- 22 held.
- (p) Notwithstanding Section 52.026 of this code, this
- 24 section applies to territory added to districts under this
- 25 <u>subchapter and Subchapter C of this chapter.</u>
- SECTION 3. Chapter 52, Water Code, is amended by adding
- 27 Section 52.262 to read as follows:

- Sec. 52.262. FEES. (a) A district may establish and
- 2 collect fees necessary for the administration and operation of the
- 3 district.
- 4 (b) The fees collected under this section may be used to
- 5 cover the cost incurred by the district in issuing permits and
- 6 performing other regulatory functions authorized by this
- 5 subchapter. Also, fees may be used to pay the operating and
- 8 maintenance expenses of the district and the principal of and
- 9 interest on bonds and notes of the district.
- 10 SECTION 4. Section 52.292, Water Code, is amended to read as
- 11 follows:
- 12 Sec. 52.292. MANNER OF REPAYMENT OF BONDS AND NOTES. The
- 13 board may provide for the payment of principal of and interest on
- 14 the bonds and notes in any one of the following manners:
- 15 (1) from the levy and collection of ad valorem taxes
- on all taxable property within the district;
- 17 (2) from fees imposed under Section 52.171 of this
- 18 code;
- 19 (3) by pledging all or any part of the designated
- 20 revenues from the ownership or operation of the district's works,
- 21 improvements, and facilities and from the sale, transportation, and
- 22 distribution of water; [er]
- 23 (4) from fees imposed under Section 52.262 of this
- 24 code; or
- 25 (5) from a combination of the sources listed in
- 26 [Subdivisions-(1)-(3)-of] this section.
- 27 SECTION 5. This Act takes effect September 1, 1987.

SECTION 6. The importance of this legislation and the crowded condition of the calendars in both houses create an emergency and an imperative public necessity that the constitutional rule requiring bills to be read on three several days in each house be suspended, and this rule is hereby suspended.

н.	В.	No.	22	8	8
	- •				_

By C. Evans	_
-------------	---

A BILL TO BE ENTITLED

AN ACT

relating to jurisdiction over underground water in critical areas and addition of territory to and adoption and collection of fees by underground water conservation districts.

MAR 13 1987	
MAR 30 1987	1. Filed with the Chief Clerk.
	2. Read first time and Referred to Committee on LSOUT (2)
*	3. Reported favorably (as amended) and sent to Printer at
***************************************	4. Printed and distributed at
	5. Sent to Committee on Calendars at
	6. Read second time (amended); passed to third reading (failed) by (Non-Record Vote) (Record Vote of yeas, nays, nays,
	7. Motion to reconsider and table the vote by which H.B was ordered engrossed prevailed (failed) by a (Non-Record Vote) (Record Vote of yeas, nays, and present, not voting).
	8. Constitutional Rule requiring bills to be read on three several days suspended (failed to suspend) by a four-fifths vote of yeas, nays, and present, not voting.
•	
•	

 9. Read third time (amended); finally passed (failed) by (Non-Record Vote) (Record Vote of yeas, nays, present, not voting).
 10. Caption ordered amended to conform to body of bill.
11. Motion to reconsider and table the vote by which H. B was finally passed prevailed (failed) by a (Non-Record Vote) (Record Vote of yeas, nays, and present, not voting).
 12. Ordered Engrossed at
 13. Engrossed.
 14. Returned to Chief Clerk at
 _ 15. Sent to Senate.
Chief Clerk of the House
_ 16. Received from the House
17. Read, referred to Committee on
- 18. Reported favorably
19. Reported adversely, with favorable Committee Substitute; Committee Substitute read first time.
. 20. Ordered not printed.
 21. Regular order of business suspended by (a viva voce vote.)

	22. To permit consideration, reading and passage, Senate and Constitutional Rules suspended by vote of yeas, nays.
	passed to third reading by: (a viva voce vote.) (
	_ 24. Caption ordered amended to conform to body of bill.
	25. Senate and Constitutional 3-Day Rules suspended by vote of yeas, nays to place bill on third reading and final passage.
	26. Read third time and passed by (a viva voce vote.) (yeas, nays.)
OTHER ACTION:	OTHER ACTION:
	Secretary of the Senate
	27. Returned to the House.
	27. Returned to the House. (with amendments.) (as substituted.)